

FISCAL NOTE

SB 1522 - HB 1466

March 18, 1997

SUMMARY OF BILL: Increases tort liability limits for local governments in two year increments as follows:

	<u>Present Limits</u>	<u>FY97-FY99</u>	<u>FY99-FY01</u>
1 person	\$130,000	\$300,000	\$ 500,000
1 accident	\$350,000	\$600,000	\$1,000,000
Property Damage	\$ 50,000	\$100,000	\$ 150,000

After July 1, 2001, there would be no limits.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures* - Exceeds \$4,000,000 - FY 97-98 - FY 98-99
Exceeds \$6,000,000 - FY 99-00 - FY 00-01
Exceeds \$7,000,000 - FY 01-02

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director